

Form MR-SMO
(Revised June 25, 2004)

This Section for DOGM Use:
Assigned 00GM File No.: S /019 /058

DOGM Lead: PBB

Permit Fee \$ 150⁰⁰ Ok # 005722
P2 4/14/05

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
1594 West North Temple Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801

Telephone: (801) 538-5291 Fax: (801) 359-3940

NOTICE OF INTENTION TO COMMENCE SMALL MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1987, and the General Rules as promulgated under the Utah Minerals Regulatory Program.

"Small Mining Operations" means mining operations which disturb five or less surface acres at any given time.

GENERAL INFORMATION (Rule R647-3-104)

1. **Name of Mine:** Green River Mine

2. **Name of Person or Entity Applying for Permit:** Green River Project LLC

Address: 14405 Walters Rd., Suite 330

City, State, Zip: Houston, Texas 77014

Phone: 281-893-7685 Fax: 281-893-8196

Email Address: agc@ensnet.com

Company () Corporation () Partnership () Individual ()

Other — specify type) LLC (Limited Liability Company)

A corporation must be registered with the State of Utah, Division of Corporations. Are you currently registered to do business in the State of Utah? Yes

Business License # 5862266

Registered Agent (as identified on business license): Business Filings Incorporated

Address: 50 West Broadway

City, State, Zip: Salt Lake City, UT 84101

Phone: 800-981-7183 Fax: 608-827-5501

E-mail Address: info@bizfilings.com

3. **Name of Operator (if different from #2)** NONE

Address: _____

City, State, Zip: _____

Phone: _____ Fax: _____

E-mail Address: _____

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If Partnership or Individual:**Name of 1 owner / partner:**

Address: _____

City, State, Zip: _____

Phone: _____ Fax: _____

E-mail Address: _____

Name of 2 owner I Partner: _____

Address: _____

City, State, Zip: _____

Phone: _____ Fax: _____

E-mail Address: _____

If Corporation or Limited Liability Entity:**Name of Officers:** A. G. Cooper Title: ManagerName: A Gold Co LLC (A. G. Cooper, manager) Title: ManagerName: Green River Project LLC (A. G. Cooper, manager) Title: Manager**4. Permittee I Operator Representative (if different from #3):**Name: Dennis CosbyAddress: 601 S. 200 E95-3City, State, Zip: Blanding, UT 84511Phone: 435-678-2896 Fax: 435-678-3289

E-mail Address: _____

5. Ownership of Land Surface:

Private (Fee) X Public Domain (BLM) 0 National Forest (USFS) 0

State Trust Land/School Sections 0 State Sovereign Lands 0

Other (please

describe): _____

Name Little Valley Fund LLC Address 721 19th Street, Palm Harbor FL 34683

Name _____ Address _____

Name _____ Address _____

Name _____ Address _____

6. Ownership of Minerals:

Private (Fee) X Public Domain (BLM) 0 National Forest (USFS) 0

State Trust Land/School Sections 0 State Sovereign Lands LI

Other (please describe): _____

Name: Little Valley Fund LLC Address: 721 19th Street, Palm Harbor FL 34683

Name _____ Address _____

Name _____ Address _____

BLM Lease or Project File Number(s) and/or USFS assigned Project Number(s): NONE

Utah State Lease Numbers: NONE

Name of Lessee(s): NONE

7. Have the above surface and mineral owners been notified in writing?

Yes

Please be advised that if State Trust Lands are involved, notification to the Division of Oil, Gas and Mining alone does not satisfy the notification requirements of Mineral Leases upon State Trust Lands. Exploration or mining activity on State Trust Lands requires a minimum of 60 days notice to the Trust Lands Administration prior to commencing any activities. Please contact the School Institutional Trust Lands Administration (SITLA) at (801) 538-5508 for notification requirements.

8. Does the Permittee I Operator have legal right to enter and conduct mining operations on the land covered by this notice? Yes

II. PROJECT LOCATION & MAP (Rule R647-3-105)

1. Project Location (legal description):

County(ies): Grant County

NE 1/4, of SW 1/4, of SE 1/4: Section: 8 Township: 22S Range: 16E

UTM East _____ (if known) UTM North(If known)

Name of Quad Map for Location: Green River Quadrangle

2. An accurate topographic base map showing the location of the proposed small mining operation must be submitted with this notice. A USGS 7.5 minute series map is preferred. The areas to be disturbed should be plotted in sufficient detail so that they can be located on the ground. It is recommended that the Permittee / Operator also photo document, plot and label any pre-existing disturbances in the immediate vicinity that he is not responsible for.

3. The proposed (5 acre or less) disturbed area boundary (including access/haul roads) should be marked in the field ON THE GROUND with metal T-Posts (or with some other marker of equal effectiveness). Markers should be appropriately spaced so that the next marker in either direction is clearly visible with the naked eye.

III. OPERATION PLAN (Rule R647-3-106)

1. **Type of mining:** Pilot Plant. Surface.
2. **Mineral(s) to be mined:** Alluvial materials.
3. **Amount of material to be extracted, moved or proposed to be moved:** 20-100 Tons of material per day screened and reduced to 20 tons to be trucked out of state for further processing.
4. **Will any water, liquid chemicals, reagents, or other solutions be used, produced or discharged as part of the mining or milling process?**
Yes No ☒ If yes, please describe (add extra pages if needed)
5. **Provide a brief description of the proposed mining operation and onsite processing facilities** (add extra pages if necessary). SEE ATTACHED
6. 0 New Road(s): Length (ft) Width (ft)
7. 0 Improved Road(s): Length (ft) Width (ft)
8. **Total project surface acreage to be disturbed:** 4.13 (acres) **PLEASE SPECIFY EXACT ACREAGE - (this will be used to determine surety bond amount — see #VI).**
9. Proposed startup date of project (month, year) May 15, 2005
10. Proposed completion date of project, if known (month, year) Not Known

IV. OPERATION AND RECLAMATION PRACTICES (Rule R647-3-107, 108 & 109)

The reclamation and operation obligation is to keep the area clean and safe, minimize hazards to public safety, return the land to a useful condition, and reestablish at least 70 percent of the premining vegetative ground cover. To accomplish this, the Permittee I Operator will need to perform reclamation concurrently, or at the completion (within one (1) year) of mining:

1. *Keep the mining operation in a safe, clean, and environmentally stable condition.*
2. *Permanently seal all shafts and tunnels to prevent unauthorized or accidental entry.*
3. *Plug drill holes with a five foot cement surface plug. Holes that encounter fluids are to be plugged in the subsurface to prevent aquifer contamination.*
4. *Construct berms, fences, or barriers, when needed, above highwalls and excavations.*
5. *Remove, isolate, or neutralize all toxic materials in a manner compatible with federal and state regulations.*
6. *Remove all waste or debris from stream channels.*

7. *Dispose of any trash, scrap metal, wood, machinery, and buildings.*
8. *Conduct mining activities so as to minimize erosion and control sediment.*
9. *Reclaim all roads that are not part of a permanent transportation system.*
10. *Stockpile topsoil and suitable overburden prior to mining.*
11. *Stabilize highwalls by backfilling or rounding to 45 degrees or less, where feasible; reshape the land to near its original contour, and redistribute the topsoil and suitable overburden.*
12. *Properly prepare seedbed to a depth of six inches by pocking, ripping, discing, or harrowing. Leave the surface rough.*
13. *Reseed disturbed areas with adaptable species. (The Division recommends a mixture of species of grass, forb, and browse seed, and will provide a specific species list if requested.)*
14. *Plant the seed with a ran geland or farm drill, or broadcast the seed. Fall is the preferred time to seed.*

V. VARIANCE REQUEST (Rule R647-3-110)

Any variance request must be approved in writing by the Division

Yes ☐ No ☒

Any planned deviations from Rules R647-3-107, Operation Practices, R647-3-108, Hole Plugging Requirements, or R647-3-109, Reclamation Practices, as summarized above, should be identified below and justification given for the variance request(s).

Item Number Variance Request Justification: N/A

VI. SURETY (Act 40-8-7(1))**The surety must be provided to and approved by the Division prior to commencement of operations**

The Utah Mined Land Reclamation Act (40-8-7 (1) and 40-8-14 provides the authority that all mining operations furnish and maintain reasonable surety to guarantee that the land affected is reclaimed according to approved notices consistent with on-site conditions. The surety amount is based on the nature, extent and duration of operations. These amounts are based on data from current large mine surety and are used as a general guide, along with actual site conditions.

\$5,000 for the 1 acre; and \$3,000 for each additional acre.

Acceptable forms of surety may include: certificates of deposit, letters of credit, surety bonds & cash. Please identify which type of surety you will post so we can provide you with the appropriate forms.

☒ Certificate of Deposit Letter of Credit Surety Bond Cash
Other _____ (please identify)

(please be advised that the State Treasurer's office may require additional monies to administer cash sureties).

Check if applicable:

Reclamation surety is already posted with another regulatory agency (copy must be included as proof):

\$ _____ (amount) _____ (Agency name)

VII. PERMIT FEE [Land Reclamation Act 40-8-7(1)(i)]

The Utah Mined Land Reclamation Act of 1975 [provides the authority for the assessment of permitting fees. Commencing with the 1998 fiscal year (July 1 - June 30), permit fees are assessed to new and existing notices of intention, and annually thereafter, until the project disturbances are successfully reclaimed by the Permittee I Operator and released by the Division.

Small Mine Notices require a \$150.00 fee which must accompany this application or it cannot be processed by the Division.

NOTICE The following person(s) are authorized and designated to receive Notices of Violations, Cessation Orders and all other Notices required by the Division to be given to the permittee or operator:

Name: A.G. Cooper

Address: 14405 Walters Rd. Suite 330

City, State, Zip: Houston, TX 77014

Phone: 281-893-7685

Fax: 281-893-8196

E-mail Address: agc@ensnet.com

Name: Business Filings Incorporated

Address: 50 West Broadway 8th Floor

City, State, Zip: Salt Lake City, UT 84101

Phone: 800-981-7183

Fax: 608-827-6501

E-mail Address: info@bizfilings.com

VIII. SIGNATURE REQUIREMENT

I hereby verify that the foregoing information is true and accurate and commit to the reclamation of the aforementioned small mining project as required by the Utah Mined Land Reclamation Act (40-8) and the rules as specified by the Board of Oil, Gas and Mining.

(Please check the box and place your initials on the line provided)

 X have enclosed the required permit fee.

 have also enclosed the appropriate reclamation surety amount or have made arrangements as to when the surety will be furnished.

 I understand that I am not authorized to create any surface disturbance until the surety amount is posted and approved in writing from the Division of Oil, Gas and Mining and any other authorized regulatory agency.

(Note: If a company or corporation, this form must be signed by the owner or officer who is authorized to bind the company/corporation to this Notice.)

Signature of Permittee/Operator!

Applicant: *A.G. Cooper*

Name (typed or printed): A.G. Cooper

Title/Position (if applicable): Managing Member

Date: 4/29/05

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ATTACHMENT TO 00GM File No.: S/019/058

Description of Proposed Mining Operation and Onsite Processing Facilities:

Excavation will be a cut and backfill method. It is expected that excavation will go to bedrock estimated at 20 feet. Excavation equipment will be rubber tired loaders. If track equipment is needed we will advise prior to utilization.

Fine particle separation will be accomplished with a desert placer screening facility, composed of a 75kw generator, stationary grizzly, 18 foot trailer mounted trommel, a trailer mounted vibratory fine particle screen and a magnetic separator.

Material will be screened, separated and then replaced. There will always be some material which will be stockpiled until an area has been completed. The material to be removed from the site will be placed into 1 or 2 ton jumbo bags and transported by flatbed truck.